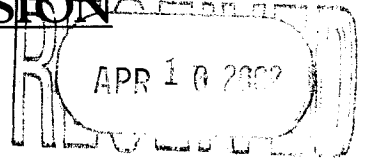


4-12-02 assessment db updated cm

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ARIZONA CORPORATION
COMMISSION



Director of Utilities

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

D

G-02528A
DUNCAN RURAL SERVICE CORPORATION
P.O. BOX 440
DUNCAN AZ 85534-0000

ANNUAL REPORT

FOR YEAR ENDING

12	31	2001
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Entered
4-12-02
cm

FOR COMMISSION USE

ANN 02	01
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COMPANY INFORMATION

Company Name (Business Name) <u>DUNCAN RURAL SERVICES CORPORATION</u>			
Mailing Address <u>P.O. BOX 440</u>			
<u>DUNCAN</u>		<u>AZ</u>	<u>85534</u>
(City)		(State)	(Zip)
<u>928-359-2503</u>		<u>928-359-2370</u>	
Telephone No. (Include Area Code)		Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Email Address _____			
Local Office Mailing Address <u>SAME AS ABOVE</u>			
(Street)			
(City)		(State)	(Zip)
Local Office Telephone No. (Include Area Code)		Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Email Address _____			

MANAGEMENT INFORMATION

Management Contact: <u>JACK SHILLING</u>			
(Name)		CEO	
<u>P.O. BOX 440</u>		<u>DUNCAN</u>	<u>AZ</u>
(Street)		(City)	(State)
<u>928-359-2503</u>		<u>928-359-2370</u>	
Telephone No. (Include Area Code)		Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Email Address <u>jackshilling@dvec.org</u>			
On Site Manager: <u>SAME AS ABOVE</u>			
(Name)			
(Street)		(City)	(State)
(City)		(State)	(Zip)
Telephone No. (Include Area Code)		Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)
Email Address _____			

Statutory Agent: GALLAGHER & KENNEDY (MIKE GRANT)

(Name)

PO BOX 61504

(Street)

PHOENIX

(City)

AZ

(State)

85548

(Zip)

602-530-8291

Telephone No. (Include Area Code)

602-257-9459

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: SAME AS ABOVE

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☐ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☒ Association/Co op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☒ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

SERVICES AUTHORIZED TO PROVIDE

Check the following box/s for the services that you are authorized to provide:

☐ **Electric**

- ☐ Investor Owned Electric
- ☐ Rural Electric Cooperative
- ☐ Utility Distribution Company
- ☐ Electric Service Provider
 - ☐ Transmission Service Provider
 - ☐ Meter Service Provider
 - ☐ Meter Reading Service Provider
 - ☐ Billing and Collection
 - ☐ Ancillary Services
 - ☐ Generation Provider
 - ☐ Aggregator/Broker

☐ **Telecommunications**

- ☐ Incumbent Local Exchange Carrier
- ☐ Interexchange Carrier
- ☐ Competitive Local Exchange Carrier
- ☐ Reseller
- ☐ Alternative Operator Service Provider

☐ **Gas**

- ☒ Natural Gas
- ☐ Propane

☐ **Other** (Specify) _____

STATISTICAL INFORMATION

TELECOMMUNICATION UTILITIES ONLY

Total residential access lines	_____
Total business access lines	_____
Total revenue from Arizona operations	\$ _____
Total income from Arizona operations	\$ _____
Value of assets used to serve Arizona customers	\$ _____
Accumulated depreciation associated with those assets	\$ _____

STATISTICAL INFORMATION (CONT'D)

ELECTRIC UTILITY PROVIDERS ONLY

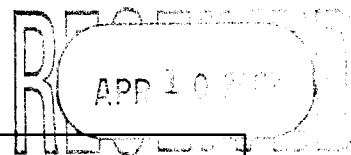
Total number of customers	_____
Residential	_____
Commercial	_____
Industrial	_____
Public street and highway lighting	_____
Irrigation	_____
Resale	_____
Total kilowatt-hours sold	_____ kWh
Residential	_____
Commercial	_____
Industrial	_____
Public street and highway lighting	_____
Irrigation	_____
Resale	_____
Maximum Peak Load	_____ MW

GAS UTILITIES ONLY

Total number of customers	811
Residential	760
Commercial	33
Industrial	_____
Irrigation	18
Resale	_____
Total therms sold	585,086 therms
Residential	388,300
Commercial	64,860
Industrial	_____
Irrigation	131,926
Resale	_____

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

ARIZONA CORPORATION
COMMISSION



VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	GREENLEE
NAME (OWNER OR OFFICIAL) TITLE	JACK SHILLING CEO
COMPANY NAME	DUNCAN RURAL SERVICES CORPORATION

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2001

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2001 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 696,496.77

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 45,493.94
IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

Jack Shilling
SIGNATURE OF OWNER OR OFFICIAL
928-359-2503
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF



OFFICIAL SEAL
SHERMA JEAN GARNER
Notary Public - State of Arizona
GREENLEE COUNTY
My Comm. Expires Nov. 24, 2003

DAY OF

COUNTY NAME	Greenlee
MONTH	April
	2002

MY COMMISSION EXPIRES

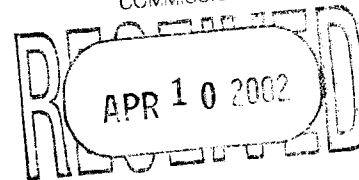
November 24, 2003

SIGNATURE OF NOTARY PUBLIC

Sherma Jean Garner

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

ARIZONA CORPORATION
COMMISSION



STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

(COUNTY NAME) GREENLEE		Director of Utilities
NAME (OWNER OR OFFICIAL) JACK SHILLING		TITLE CEO
COMPANY NAME DUNCAN RURAL SERVICES CORPORATION		

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2001

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2001 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 499,828.64

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 32,681.80

IN SALES TAXES BILLED, OR COLLECTED

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

X Jack Shilling
SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

4th

DAY OF



(SEAL)

OFFICIAL SEAL
SHERMA JEANE GARNER
Notary Public - State of Arizona
GREENLEE COUNTY
My Comm. Expires Nov. 24, 2003

MY COMMISSION EXPIRES November 24, 2003

NOTARY PUBLIC NAME <u>Sherma Jeane Garner</u>	
COUNTY NAME <u>Greenlee</u>	
MONTH <u>April</u>	2002

X Sherma Jeane Garner
SIGNATURE OF NOTARY PUBLIC

FINANCIAL INFORMATION

Attach to this annual report a copy of the companies' year-end (Calendar Year 2001) financial statements. If you do not compile these reports, the Utilities Division will supply you with blank financial statements for completion and filing. **ALL INFORMATION MUST BE ARIZONA-SPECIFIC AND REFLECT OPERATING RESULTS IN ARIZONA.**

FINANCIAL AND STATISTICAL REPORT		NAME AND ADDRESS				
		DUNCAN RURAL SERVICES CORPORATION DUNCAN, AZ 85534				
		YEAR ENDING December 31, 2001				
<div style="display: flex; justify-content: space-between;"> <div style="width: 45%;"> SIGNATURE OF OFFICE MANAGER OR ACCCOUNTANT </div> <div style="width: 45%; text-align: right;"> <u>3/5/2002</u> DATE </div> </div> <div style="display: flex; justify-content: space-between; margin-top: 10px;"> <div style="width: 45%;"> SIGNATURE OF MANAGER </div> <div style="width: 45%; text-align: right;"> <u>3-27-02</u> DATE </div> </div>						
PART A. STATEMENT OF OPERATIONS						
ITEM	YEAR-TO-DATE			December		
	LAST YEAR	THIS YEAR	BUDGET	THIS MONTH		
	(a)	(b)	(c)			
1. Operating Revenue and Patronage Capital	527,700	589,980	427,516	65,863		
	0	-				
3. Cost of Purchased Gas	272,567	337,039	193,550	37,205		
	0	-				
5. Distribution Expense-Operation	72,889	110,594	90,000	12,778		
6. Distribution Expense-Maintenance	44,954	30,190	60,000	2,914		
7. Consumer Accounts Expense	31,725	38,121	37,000	5,491		
8. Customer Service and Informational Expense	2,592	3,432	3,600	169		
9. Sales Expense	0	-				
10. Administrative and General Expense	65,248	41,316	65,000	2,277		
11. Total Operation & Maintenance Expense (2 - 10)	489,975	560,692	449,150	60,834		
12. Depreciation and Amortization Expense	21,418	24,178	22,000	2,158		
13. Tax Expense - Property	10,024	10,636	14,000	(1,178)		
14. Tax Expense - Other	4,858	(2,884)	5,000	(2,636)		
15. Interest on Long-Term Debt	32,317	35,142	40,000	2,863		
16. Interest Charged to Construction - Credit	0	-				
17. Interest Expense - Other	1,078	1,068	1,000	83		
18. Other Deductions	(3,203)	(4,822)		(4,822)		
19. Total Cost of Gas Service (11 - 18)	556,467	624,010	531,150	57,302		
20. Operating Margins (1 - 19)	(28,767)	(34,030)	(103,634)	8,561		
21. Non Operating Margins - Interest	62	-	100			
23. Non Operating Margins - Other	0	-				
27. Total Margins (20 - 26)	(28,705)	(34,030)	(103,534)	8,561		
PART B. DATA ON TRANSMISSION AND DISTRIBUTION PLANT						
ITEM	Month	YEAR-TO-DATE		ITEM	YEAR-TO-DATE	
		LAST YEAR	THIS YEAR		LAST YEAR	THIS YEAR
		(a)	(b)		(a)	(b)
1. New Services Connect	1	27	23			
2. Services Retired	0	7	10			
3. Total Services in Place	924	911	924	7. Miles Distribution Underground	50	50
4. Idle Services (Exclude Seasonal)	113	84	113	8. Total Miles of Line	50	50

FINANCIAL AND STATISTICAL REPORT		NAME DUNCAN RURAL SERVICE CORPORATION	
		MONTH ENDING December 31, 2001	
PART C. BALANCE SHEET			
ASSETS AND OTHER DEBITS		LIABILITIES AND OTHER CREDITS	
1. Total Utility Plant in Service	732,850	26. Membership	5,000
2. Construction Work in Progress	16,043	27. Patronage Capital	
3. Total Utility Plant (1 + 2)	748,893	28. Operating Margins - Prior Years	(28,120)
4. Accum. Provision for Depreciation & Amort	149,955	29. Operating Margins - Current Year	(34,030)
5. Net Utility Plant (3 - 4)	598,938	30. Non Operating Margins	0
6. Nonutility Property - Net		31. Other Margins and Equities	
7. Invest in Assoc Org - Patronage Capital		32. Total Margins & Equities (26 thru 31)	(57,150)
8. Invest in Assoc Org - General Funds	1,000	33. Long-Term Debt-DVEC 25 Year	91,222
9. Invest in Assoc Org - Nongeneral Funds		(Payments-Unapplied \$ _____)	
10. Other Investments		34. Long-Term Debt-DVEC 35 Year	139,369
11. Special Funds		(Payments-Unapplied \$ _____)	
12. Total Other Property & Investments (6 thru 11)	1,000	35. Total Long-Term Debt (33+34)	230,591
13. Cash - General Funds	7,177	36. Notes Payable	
14. Cash - Construction Funds - Trustee		37. Accounts Payable	533,941
15. Special Deposits		38. Consumers Deposits	18,520
16. Temporary Investments		39. Other Current & Accrued Liabilities	22,914
17. Notes Receivable - Net		40. Total Current & Accrued Liabilities (36 thru 39)	575,375
18. Accounts Receivable - Net Sales of Energy	98,438	41. Deferred Credits	
19. Accounts Receivable - Net Other		42. Miscellaneous Operating Reserves	
20. Materials & Supplies	23,996	43. Total Liabilities & Other Credits (32 + 35 +	
21. Prepayments	12,590	40 thru 42)	748,816
22. Other Current & Accrued Assets		ESTIMATED CONTRIBUTIONS IN AID OF CONSTRUCTION	
23. Total Current & Accrued Assets (13 thru 22)	142,201	Balance Beginning of Year	0
24. Deferred Debits	6,677	Amounts Received This Year (Net)	
25. Total Assets & Other Debits (5+12+23+24)	748,816	TOTAL Contributions in Aid of Construction	0
PART D. NOTES TO FINANCIAL STATEMENTS			
THE SPACE BELOW IS PROVIDED FOR IMPORTANT NOTES REGARDING THE FINANCIAL STATEMENT CONTAINED IN THIS REPORT. (IF ADDITIONAL SPACE IS NEEDED, USE SEPARATE SHEET.)			

[illegible]

DUNCAN RURAL SERVICES CORPORATION

FINANCIAL AND STATISTICAL REPORT

YEAR ENDING
December 31, 2001

PART R. DATA BASE

CLASSIFICATION	SALES AND REVENUE	JANUARY (a)	FEBRUARY (b)	MARCH (c)	APRIL (d)	MAY (e)	JUNE (f)
1. Residential Sales	a. No. Served	777	774	779	772	763	761
	b. Therms Sold	85,601	63,133	51,061	30,191	14,816	12,181
	c. Revenue	63,990	78,453	62,055	38,883	21,135	18,945
3. Irrigation Sales	a. No. Served	20	20	22	22	22	25
	b. Therms Sold	2,571	29	7,971	12,095	12,093	30,516
	c. Revenue	1,373	285	7,138	10,662	10,181	26,861
4. Commercial Sales	a. No. Served	37	37	37	36	35	34
	b. Therms Sold	15,047	14,192	9,890	2,815	1,760	1,419
	c. Revenue	9,754	15,348	10,757	3,302	2,124	1,847
10. TOTAL No. Consumers (lines 1a-9a)		834	831	838	830	820	820
11. TOTAL Therms Sold (lines 1b-9b)		103,219	77,354	68,922	45,101	28,669	44,116
12. TOTAL Revenue Received From Sales of Energy (lines 1c-9c)		75,117	94,086	79,950	52,847	33,440	47,653
13. Other Gas Revenue		80,710	(12,260)	(23,619)	(8,131)	(5,357)	(14,072)
14. Own Use							
15. Total Gas Purchased (Therms)		104,670	67,540	50,410	48,730	25,610	42,260
16. Cost of Gas Purchased		114,133	45,176	26,607	24,845	15,722	18,340